

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-01676A  
Pineview Water Co  
5198 Cub Lake Rd.  
Show Low, AZ 85901

RECEIVED  
APR 08 2010  
ACC UTILITIES DIRECTOR

**ANNUAL REPORT**  
**Water**

**FOR YEAR ENDING**

12	31	2009
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FOR COMMISSION USE

ANN 04	09
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4-8-10

## COMPANY INFORMATION

Company Name (Business Name) <u>Pineview Water Company, Inc.</u>		
Mailing Address <u>5198 Cul-Blake Road</u>		
<u>Flow Flow</u> (City)	<u>Arizona</u> (State)	<u>85901</u> (Zip)
<u>928-537-4858</u> Telephone No. (Include Area Code)	<u>928-537-2180</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address <u>pineviewwater@hotmail.com</u>		
Local Office Mailing Address <u>5198 Cul-Blake Road</u>		
<u>Flow Flow</u> (City)	<u>Arizona</u> (State)	<u>85901</u> (Zip)
<u>928-537-4858</u> Local Office Telephone No. (Include Area Code)	<u>928-537-2180</u> Fax No. (Include Area Code)	<u>N/A</u> Cell No. (Include Area Code)
Email Address <u>pineviewwater@hotmail.com</u>		

## MANAGEMENT INFORMATION

<input checked="" type="checkbox"/> Regulatory Contact:		
<input checked="" type="checkbox"/> Management Contact: <u>Ronald O. McDonald</u> <u>General Manager</u>		
<u>5198 Cul-Blake Road</u> (Street)	<u>Flow Flow</u> (City)	<u>Arizona 85901</u> (State) (Zip)
<u>928-537-4858</u> Telephone No. (Include Area Code)	<u>928-537-2180</u> Fax No. (Include Area Code)	<u>602-469-1789</u> Cell No. (Include Area Code)
Email Address <u>pineviewwater@hotmail.com</u>		
On Site Manager: <u>Ronald O. McDonald</u>		
<u>5198 Cul-Blake Road</u> (Street)	<u>Flow Flow</u> (City)	<u>Arizona 85901</u> (State) (Zip)
<u>928-537-4858</u> Telephone No. (Include Area Code)	<u>928-537-2180</u> Fax No. (Include Area Code)	<u>602-469-1789</u> Cell No. (Include Area Code)
Email Address <u>pineviewwater@hotmail.com</u>		

Statutory Agent: Ronald O. McDonald  
(Name)

5198 Cul-Oake Road Shou-Ow Arizona 85901  
(Street) (City) (State) (Zip)

928-537-4858 928-537-2180 602-469-1789  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Richard O. Dallquist  
(Name)

4900 W. Lakeshore Drive #339 Tempe Arizona 85282  
(Street) (City) (State) (Zip)

480-839-9202 480-345-0412 N/A  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address N/A

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |  |                                   |                                   |
|--|-----------------------------------|-----------------------------------|
| <input type="checkbox"/> APACHE            | <input type="checkbox"/> COCHISE  | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA              | <input type="checkbox"/> GRAHAM   | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ            | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE   |
| <input checked="" type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA     | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ        | <input type="checkbox"/> YAVAPAI  | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE         |                                   |                                   |

COMPANY NAME

Pineview Water Company, Inc.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	33498	0	33498
304	Structures and Improvements	97549	97549	0
307	Wells and Springs	371068	178306	192762
311	Pumping Equipment	246640	198853	47787
320	Water Treatment Equipment	4055	2467	1588
330	Distribution Reservoirs and Standpipes	813569	301603	511966
331	Transmission and Distribution Mains	2681328	616874	2064454
333	Services	18538	11597	6941
334	Meters and Meter Installations	233799	216032	17767
335	Hydrants	181115	18234	162881
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	77550	8641	68909
340	Office Furniture and Equipment	48343	21988	26355
341	Transportation Equipment	63848	63848	0
343	Tools, Shop and Garage Equipment	42597	36523	6034
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	2083	472	1611
346	Communication Equipment	0	(1134)	1134
347	Miscellaneous Equipment	422	263	159
348	Other Tangible Plant	0	0	0
	<b>TOTALS</b>	<b>4915962</b>	<b>1772116</b>	<b>3143846</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Pineview Water Company, dnc.

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	0	0.5%	0
302	Franchises	0	0.5%	0
303	Land and Land Rights	33498	0.5%	0
304	Structures and Improvements	97549	3.33.5%	1589
307	Wells and Springs	371068	3.33.5%	12457
311	Pumping Equipment	246640	12.50.5%	29802
320	Water Treatment Equipment	4059	20.5%	761
330	Distribution Reservoirs and Standpipes	813969	2.22.5%	16244
331	Transmission and Distribution Mains	2681328	2.5%	53499
333	Services	18938	3.33.5%	617
334	Meters and Meter Installations	233799	8.33.5%	19407
335	Hydrants	181115	2.5%	3590
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	77550	6.67.5%	3452
340	Office Furniture and Equipment	48343	6.67.5%	3172
341	Transportation Equipment	63848	20.5%	0
343	Tools, Shop and Garage Equipment	42557	5.5%	2128
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	2083	5.5%	104
346	Communication Equipment	0	10.5%	0
347	Miscellaneous Equipment	422	10.5%	42
348	Other Tangible Plant	0	0	0
	<b>TOTALS</b>	<b>4915962</b>	<b>—</b>	<b>146834</b>

This amount goes on the Comparative Statement of Income and Expense  
Acct. No. 403.

COMPANY NAME Pineview Water Company, Inc.

**BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 19548	\$ 31179
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	35778	26308
146	Notes/Receivables from Associated Companies	0	0
151	Plant Material and Supplies	13029	13029
162	Prepayments	0	0
174	Miscellaneous Current and Accrued Assets	700	38600
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 69055	\$ 109116
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 4669689	\$ 4915963
103	Property Held for Future Use	0	0
105	Construction Work in Progress	0	0
108	Accumulated Depreciation – Utility Plant	1625281	1771515
121	Non-Utility Property	0	0
122	Accumulated Depreciation – Non Utility	0	0
	<b>TOTAL FIXED ASSETS</b>	\$ 3044404	\$ 3144448
	<b>TOTAL ASSETS</b>	\$ 3113459	\$ 3293564

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME Pineriver Water Company, Inc.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 41897	\$ 114422
232	Notes Payable (Current Portion)	83560	74151
234	Notes/Accounts Payable to Associated Companies	0	0
235	Customer Deposits	11744	11894
236	Accrued Taxes	19992	23279
237	Accrued Interest	0	0
241	Miscellaneous Current and Accrued Liabilities	73840	1700
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 236033	\$ 225441
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 601598	\$ 683105
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$ 0	\$ 0
252	Advances in Aid of Construction	1770477	1739212
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	278641	302941
272	Less: Amortization of Contributions	(10488)	(16304)
281	Accumulated Deferred Income Tax	0	0
	<b>TOTAL DEFERRED CREDITS</b>	\$ 2038630	\$ 2025849
	<b>TOTAL LIABILITIES</b>	\$ 2876261	\$ 2934395
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 4000	\$ 4000
211	Paid in Capital in Excess of Par Value	513155	513155
215	Retained Earnings	279957	197987
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	<b>TOTAL CAPITAL</b>	\$ 237198	\$ 319168
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 3113459	\$ 3253563

COMPANY NAME Pineview Water Company, Inc.

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$667543	\$634456
460	Unmetered Water Revenue	918	950
474	Other Water Revenues	6190	7457
	<b>TOTAL REVENUES</b>	<b>\$675251</b>	<b>\$642863</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$205636	\$171247
610	Purchased Water	0	0
615	Purchased Power	64206	56947
618	Chemicals	1473	1383
620	Repairs and Maintenance	44381	37342
621	Office Supplies and Expense	8857	9604
630	Outside Services	12640	3956
635	Water Testing	4968	4890
641	Rents	19332	20059
650	Transportation Expenses	8343	6084
657	Insurance – General Liability	12346	12753
659	Insurance - Health and Life	27229	26378
666	Regulatory Commission Expense – Rate Case	9979	0
675	Miscellaneous Expense	33059	36609
403	Depreciation Expense	139461	140418
408	Taxes Other Than Income	15522	14151
408.11	Property Taxes	25327	26674
409	Income Tax	45	2626
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$632804</b>	<b>\$571121</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$42447</b>	<b>\$71742</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 57	\$ 20
421	Non-Utility Income	10	27248
426	Miscellaneous Non-Utility Expenses	(840)	(28653)
427	Interest Expense	48352	45692
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ (49125)</b>	<b>\$ 10229</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$(6678)</b>	<b>\$81971</b>



COMPANY NAME Pineriver Water Company, Inc.

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	12/15/99	11/7/05	7/24/09	
Source of Loan	WIFA	WIFA	WIFA	
ACC Decision No.	59934	67989	71167	
Reason for Loan	Capital improvements	Capital improvements	Capital improvements	
Dollar Amount Issued	\$ 522753	\$ 577578	\$ 142000	\$
Amount Outstanding	\$ 268267	\$ 440945	\$ 28409	\$
Date of Maturity	12/15/19	11/7/25	7/24/29	
Interest Rate	5.43 %	6.30 %	4.305 %	%
Current Year Interest	\$ 15383	\$ 28570	\$ 0	\$
Current Year Principle	\$ 27521	\$ 22946	\$ 0	\$

Meter Deposit Balance at Test Year End

\$ 105571

Meter Deposits Refunded During the Test Year

\$ 11198

**COMPANY NAME:** Pineview Water Company, Inc.

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>PUMP YEILD (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (Inches)</b>	<b>Year Drilled</b>
55-608846 (3A)	40	115	800	8	3	1977
55-565467 (3B)	40	130	820	10	3	1997
55-521710 (4A)	40	113	750	8	4	1988
55-208625 (4D)	40	155	720	12	4	2007
55-208626 (4C)	40	150	720	12	4	2008

- Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
N/A		

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
15	1	147	
40	5		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
70,000	1	6800	1
250,000	2	5000	1
2,000,000	1		

**COMPANY NAME:** Pineview Water Company, Inc.

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

<b>MAINS</b>		
<b>Size (in inches)</b>	<b>Material</b>	<b>Length (in feet)</b>
1	Poly	200
2	Poly	841
2	PVC	6,560
2	STEEL	150
3	ACP	760
4	PVC	18,630
4	AC	23,700
6	PVC	91,373
6	AC	3,750
8	PVC	25,424
12	PVC	13,777

<b>CUSTOMER METERS</b>	
<b>Size(in inches)</b>	<b>Quantity</b>
5/8 X 3/4	1015
3/4	97
1	34
1 1/2	7
2	26
Turbo 3	0
Comp. 3	3
Turbo 4	0
Comp. 4	0
Turbo. 6	0
Comp. 6	0

For the following three items, list the utility owned assets in each category.

**TREATMENT EQUIPMENT:**

Liquid Chlorinator Injectors at Wells 3A, 3B, 4A, 4C & 4D

**STRUCTURES:**

Two Million Gallon Storage Tank Site, 150'x 150' chain link fence

Well site #3A 4' x 8' well house, 10' x 5' stucco building, site in the maintenance yard

Well site #3B 4' x 8' well house, 10' x 15' stucco building, site in the construction

20' x 40' Booster Room & shop in Maintenance Yard

Well site #4A 150' x 100' chain link fencing, 3' x 8' well house, 18'x 30' block building

Well site #4C 40' x 40' chain link fencing, 3' x 8' well house, 15' 20' Wood building

Well site #4D 40' x 40' chain link fencing, 3' x 8' well house, 8' x 10' Metal Shed

Other:

**NAME OF COMPANY:** Pineview Water Company, Inc.  
**NAME OF SYSTEM:** Pineview Water Company, Inc.

ADEQ Public Water System No.  
**09-022**

### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	Gallons Sold (Thousands)	Gallons Pumped (Thousands)	Gallons Purchased (Thousands)
January	1135	5,381,328	7,055,300	0
February	1133	5,077,449	6,615,600	0
March	1136	4,833,810	5,916,400	0
April	1133	5,920,370	6,784,500	0
May	1132	9,483,305	11,367,900	0
June	1136	11,304,995	11,803,200	0
July	1139	12,203,750	12,883,800	0
August	1146	10,218,227	12,714,000	0
September	1147	10,964,859	11,163,500	0
October	1145	7,591,131	9,292,800	0
November	1145	6,255,083	9,093,800	0
December	1147	5,973,351	8,636,700	0
TOTAL —————>		95,207,658	113,327,500	0

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 4 hours

If system has chlorination treatment, does this treatment system chlorinate continuously?

( x ) Yes                      ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( ) Yes                      ( X ) No

Does the Company have an ADWR Gallons per Capita Per Day (GPCPD) requirement?

( ) Yes                      ( X ) No

If yes, provide the GPCPD amount: \_\_\_\_\_

What is the level of arsenic for each well on your system? Per MAP 2006 Tests:

*(If more than one well, please list each separately)*

Poe #3 < 0.002 ppm (Wells 3A & 3B)

Poe#4 < 0.004 ppm (Well 4A)(Well 4C per test 12/2007 = <.0030)(Well 4D per test 03/2007 = .0089)

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

<b>COMPANY NAME:</b> Pineview Water Company		
<b>Name of System:</b>	Pineview Water Company	<b>ADEQ Public Water System Number:</b> 09-022

### UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	10	0
FEBRUARY	0	14	0
MARCH	0	17	0
APRIL	0	7	0
MAY	0	0	0
JUNE	0	28	0
JULY	0	13	0
AUGUST	0	0	0
SEPTEMBER	0	0	0
OCTOBER	0	13	0
NOVEMBER	0	13	0
DECEMBER	0	2	0
<b>TOTALS →</b>	<b>0</b>	<b>117</b>	<b>0</b>

OTHER (description):

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COMPANY NAME Pineview Water Company, Inc. YEAR ENDING 12/31/2009

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2009 was: \$ 26921

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

RECEIVED  
APR 08 2010  
ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<u>Navajo</u>
NAME (OWNER OR OFFICIAL TITLE)	<u>Ronald G. McDonald General Mgr.</u>
COMPANY NAME	<u>Pineview Water Company, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

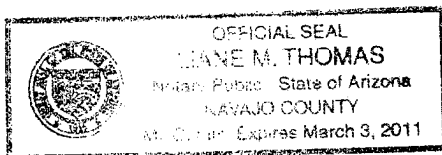
MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



Ronald G. McDonald

SIGNATURE OF OWNER OR OFFICIAL

(928) 537-4556

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

7th

DAY OF

April 2010

COUNTY NAME	<u>Navajo</u>
MONTH	<u>April</u>
	<u>2010</u>

(SEAL)

Liane M. Thomas

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 3/3/2011

COMPANY NAME Pineview Water Company, Inc. YEAR ENDING 12/31/2009  
INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 0  
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported 37107  
Estimated or Actual State Tax Liability 2581

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0  
Amount of Gross-Up Tax Collected 0  
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

#### CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Ronald L McDonald  
SIGNATURE

4-7-10  
DATE

Ronald L McDonald  
PRINTED NAME

General Manager  
TITLE



**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED  
APR 08 2010  
ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) <u>Navajo</u>	
NAME (OWNER OR OFFICIAL) TITLE <u>Ronald G. McDonald General Mgr.</u>	
COMPANY NAME <u>Pineview Water Company, Inc.</u>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2009 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$684901

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 42037  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Ronald G. McDonald  
SIGNATURE OF OWNER OR OFFICIAL

(928) 537-4858

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

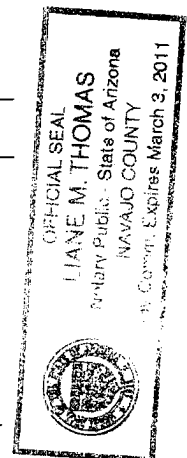
**THIS** 7th **DAY OF**

(SEAL)

COUNTY NAME <u>Navajo</u>	
MONTH <u>April</u>	20 <u>10</u>

Liane M. Thomas  
SIGNATURE OF NOTARY PUBLIC

**MY COMMISSION EXPIRES** 3/3/2011



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE**  
Intrastate Revenues Only

RECEIVED  
APR 08 2010  
ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Navajo</u>	
NAME (OWNER OR OFFICIAL) <u>Ronald G. McDonald</u>	TITLE <u>General Manager</u>
COMPANY NAME <u>Pineview Water Company, Inc.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2009</u>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  <u>\$ 3,782,400</u>
--

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 200,777  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

Ronald G. McDonald  
SIGNATURE OF OWNER OR OFFICIAL  
  
(928) 537-4858  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

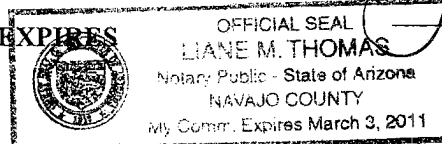
TH

DAY OF

NOTARY PUBLIC NAME <u>Liane Thomas</u>	
COUNTY NAME <u>Navajo</u>	
MONTH <u>April</u>	.20 <u>10</u>

(SEAL)

MY COMMISSION EXPIRES



Liane M. Thomas  
SIGNATURE OF NOTARY PUBLIC